



Christmas with the Hedden family — Bill (a Junior at Purdue University); Liz (Mrs. Dennis Abrams); Lorie (a Sophomore at high school); Lora and William D.; and John, who graduated from high school this year (1977).

ests are his family, his work and, of course, the SMPTE. His main hobby is photography, particularly color photography which he develops in his home darkroom.

Hedden speaks warmly of the many close friends he has made through his membership in the SMPTE. His long-range goal is to make the Society's services even more valuable to the average member. To achieve this goal he would like to see more technical papers covering a wider range of interests to appeal to all segments of the membership, with more technical information directed toward those who produce material for motion pictures and television to enable them to do a better job. He has great faith in the Society's many talented members who, because of their interests and their motivations, make the Society the great and influential organization that it is. "With their help," he said, "I am optimistic that our Society can make some important contributions during my term of office."

Hedden's career has not been marked with any spectacular events; rather it has been a steady climb upward. To describe the man himself, four adjectives must be used — sincerity, warmth, friendliness and intelligence. He is one of those whose power and ability are of the quiet kind, but none the less effective. No one could describe him as a flamboyant personality -- he is something better, a man who gets the job done!

1976 Financial Reports

Treasurer's Report — January 1–December 31, 1976

CASH			
General Account — Balance, January 1, 1976		\$ 96,895	
Deposits Regular	\$1,059,766		
From 118th Conference	186,254		
From Winter TV Conference	18,685		
From Scholarships	7,500	1,272,205	
TOTAL CASH AVAILABLE		<u>1,369,100</u>	
DISBURSEMENTS TO —			
Office Accounts	1,200,346		
Savings	60,000	1,260,346	
General Account Balance, December 31		108,754	
Office Account Balance, January 1		35,000	
Deposits from General Account	1,260,346		
Disbursements	(1,260,346)		
Savings — Bank of N.Y. — County Trust Region		60,000	
Petty Cash Fund		200	
TOTAL CASH/DEPOSITS ON HAND		<u>\$203,954</u>	

RESERVE FUND INVESTMENTS — AT COST	
Cash Savings and Certificates	\$172,786
Corporate Bonds	85,640
Accrued Interest	<u>2,587</u>
TOTAL INVESTMENT — RESERVE FUND	<u>\$261,013</u>
TOTAL CASH & INVESTMENTS — December 31	<u>\$464,967</u>

Respectfully submitted, Robert M. Smith, Treasurer

Accountants' Report

To the Members and Board of Governors of the Society of Motion Picture and Television Engineers, Inc. March 8, 1977

We have examined the balance sheet of the Society of Motion Picture and Television Engineers, Inc. as of December 31, 1976 and the related statement of income and expenses and changes in balances of funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards and accordingly included such tests of the accounting records and other auditing procedures as we considered necessary in the circumstances.

In our opinion, the accompanying balance sheet and statement of income and expenses and changes in balances of funds present fairly the financial position of the Society of Motion Picture and Television Engineers, Inc. at December 31, 1976 and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

275 Madison Ave.,
New York, NY 10016

Hauser, O'Connor & Hyland
Certified Public Accountants

**Statement of Income and Expenses and Changes in
Balances of Funds — Year Ended December 31, 1976**

GENERAL FUND		
INCOME		
Membership dues		\$274,816
Test film sales	\$475,143	
Less: Direct costs	<u>277,241</u>	197,902
Technical conferences		
Income from registrations, exhibits, banquets, etc.	214,044	
Less: Direct costs	<u>69,194</u>	144,850
Other income — net		<u>7,029</u>
Total Income		<u>624,597</u>
EXPENSES		
Publications		
Cost of publishing Journal, books, reprints, etc.	263,088	
Less: Advertising revenue and sales to non-members	<u>230,659</u>	32,429
Membership records and promotion		34,152
Engineering services		79,131
Office salaries		115,640
Occupancy (including amortization and interest)		41,647
Payroll taxes		19,934
Retirement plan		26,752
General and administrative		94,378
Telephone system—equipment and installation		18,977
Sections and chapters		30,349
Affiliations		9,659
Administrative Committees		3,822
I.S.O. Secretariat		21,591
Scholarship program		<u>3,000</u>
Total Operating Expenses		<u>531,281</u>
Excess of Income for Year		93,316
Fund Balance at Beginning of Year		<u>118,020</u>
Accumulated Fund Balance at End of Year		<u>211,336</u>

RESERVE FUND		
Balance at Beginning of Year		\$244,773
Interest and dividends		17,168
Realized gain (loss) on sale of investments		<u>2,073</u>
Balance at End of Year		<u>264,014</u>

BUILDING FUND		
Balance at Beginning of Year		\$ 92,378
Amortization of mortgage		4,136
Interest income		710
Voluntary Capital Funds Program		
Contributions received	\$ 27,326	
Less: Expenses	<u>2,616</u>	<u>24,710</u>
Balance at End of Year		<u>121,934</u>

Respectfully submitted, Joseph T. Dougherty,
Financial Vice-President

Balance Sheet — December 31, 1976

ASSETS		
GENERAL FUND		
Cash		
On deposit, Bank of New York		
Checking account		\$143,842
Deposited in Reserve Fund		
savings account	60,000	
Petty cash	<u>200</u>	\$ 204,042
Accounts receivable		
Test films and publications	119,005	
Other	<u>314</u>	119,319
Inventory of test films — at cost		145,873
Equipment		
Test film equipment		1
Office furniture and equipment		1
Prepaid expenses		
Employees' retirement plan	30,275	
Future conferences	5,930	
Other	<u>3,836</u>	<u>40,041</u>
		<u>509,277</u>
RESERVE FUND		
Cash — savings accounts and certificates	\$235,787	
Less: Portion held for General Fund	<u>60,000</u>	\$ 175,787
Investments — at cost (market values — \$75,419)		85,640
Accrued interest		<u>2,587</u>
		<u>264,014</u>
BUILDING FUND		
Cash — County Trust Co.		\$ 30,711
Due from General Fund		456
Scarsdale, N.Y. — at cost		
Land		50,000
Building		<u>175,000</u>
		<u>256,167</u>
Total Assets		<u>1,029,458</u>

LIABILITIES AND FUND BALANCES		
GENERAL FUND		
Accounts payable	\$ 96,729	
Payroll withholdings and taxes	154	
Employees' Retirement Plan contribution	32,000	
Due to Building Fund (see contra)	<u>456</u>	\$ 129,339
Deferred income		
Membership dues paid in advance	143,305	
Advance payments for test films and publications	2,721	
Future conferences	<u>18,976</u>	<u>165,002</u>
Total Liabilities		294,341
Reserve for five-year index		3,600
Accumulated Fund Balance		<u>211,336</u>
		<u>509,277</u>

RESERVE FUND		
Fund Balance		\$ 264,014
		<u>264,014</u>

BUILDING FUND		
Mortgage payable		
Empire Federal Savings and Loan Association, 8%, 20 years		\$ 134,233
Fund Balance		<u>121,934</u>
		<u>256,167</u>
Total Liabilities and Fund Balances		<u>1,029,458</u>